



NJ Schools Construction Corporation
BUILDING 21ST CENTURY SCHOOLS FOR 21ST CENTURY LEADERS

JOINT COMMITTEE ON PUBLIC SCHOOLS
***Subcommittee on School Facilities and
Construction***

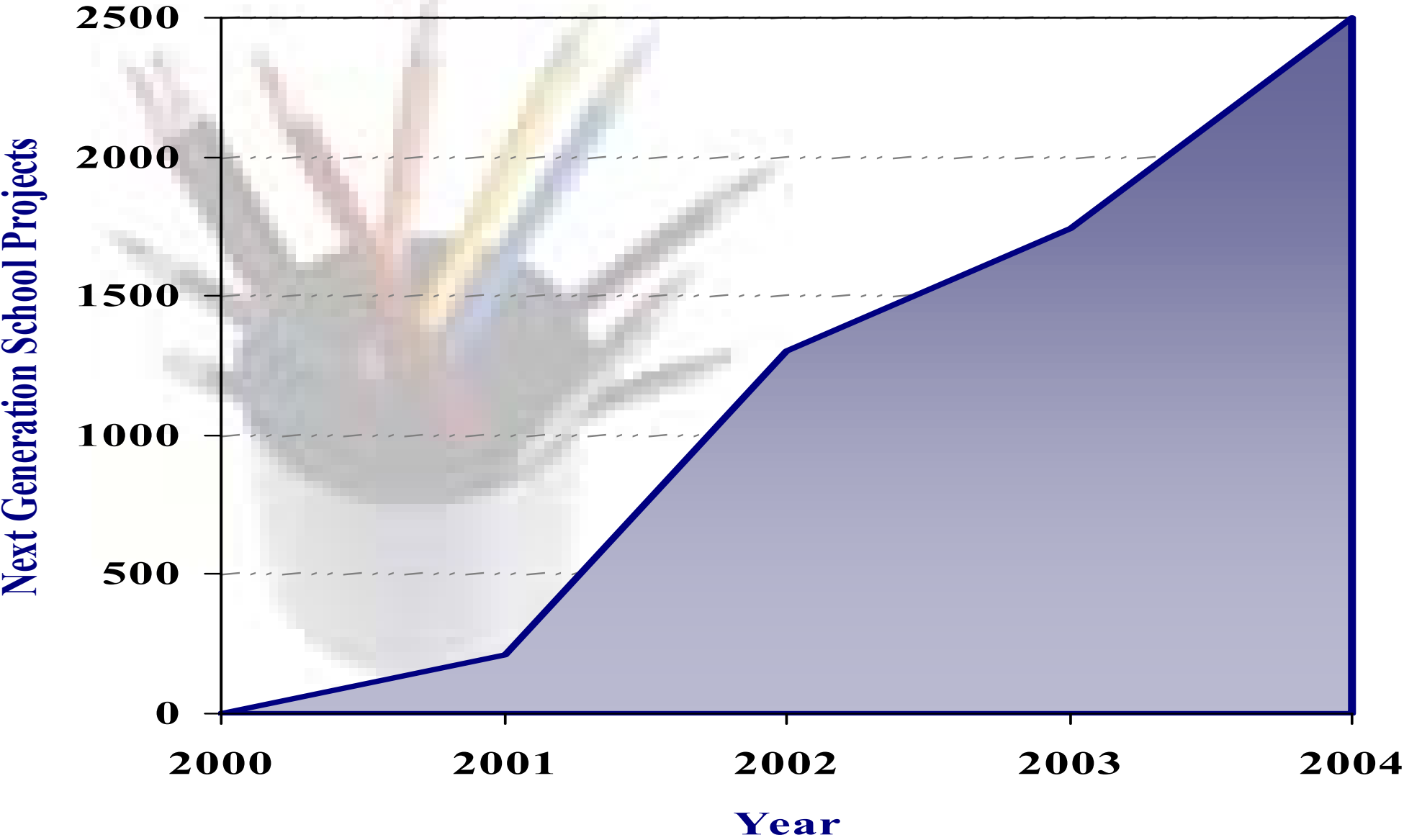
John F. Spencer, CEO

November 22, 2004



TWO YEARS OF PROGRESS... AND COUNTING

Two Years of Progress--School Projects Underway



- ✓ **2500 School Projects Impacted**
- ✓ **Opening 50 New Schools By End of 2004**
- ✓ **350 Health and Safety Projects Completed**
- ✓ **940 Early Childhood Classrooms**
- ✓ **Six Demonstration Projects**

SCC Completes Health & Safety Repairs Throughout the State *Impacts \$660 million for 350 Schools With No Delayed Openings*

December 2003



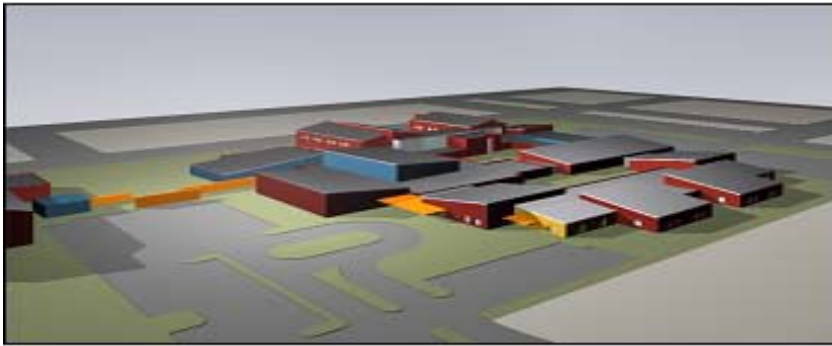
Early Childhood Center
Gloucester City
May 2004



Two Years of Progress--Milestones

Demonstration Project Final Designations July 2004

***Camden, New Brunswick, Vineland, Trenton,
Union City, East Orange***



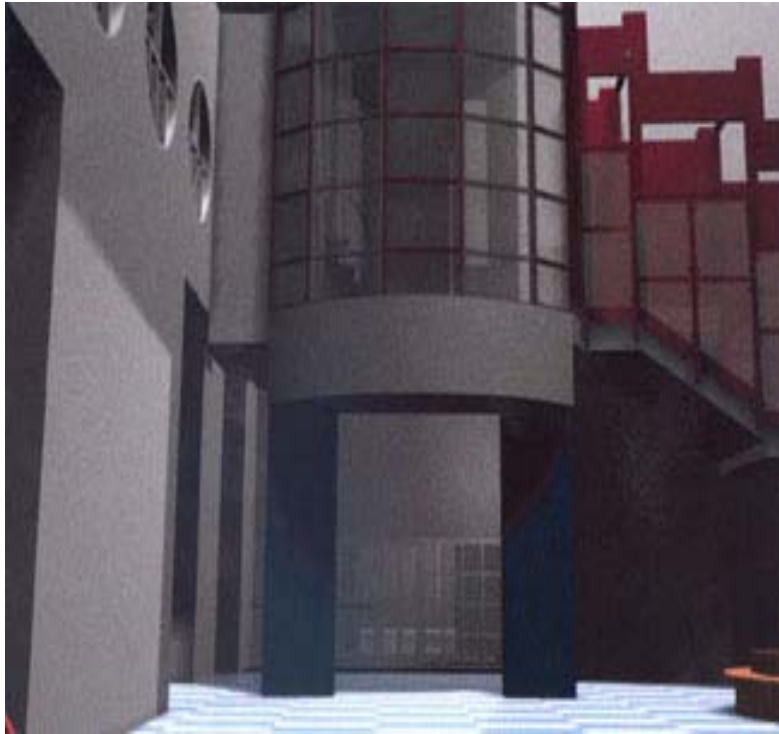
Barnegat High School

September 2004



Two Years of Progress--Milestones

Middle School West New York *September 2004*



Main Street K-8 School

Orange

September 2004



ORANGE MAIN STREET SCHOOL
ORANGE, NEW JERSEY

YEZZI ASSOCIATES
ARCHITECTS & PLANNERS



Jose Marti Middle School

Union City

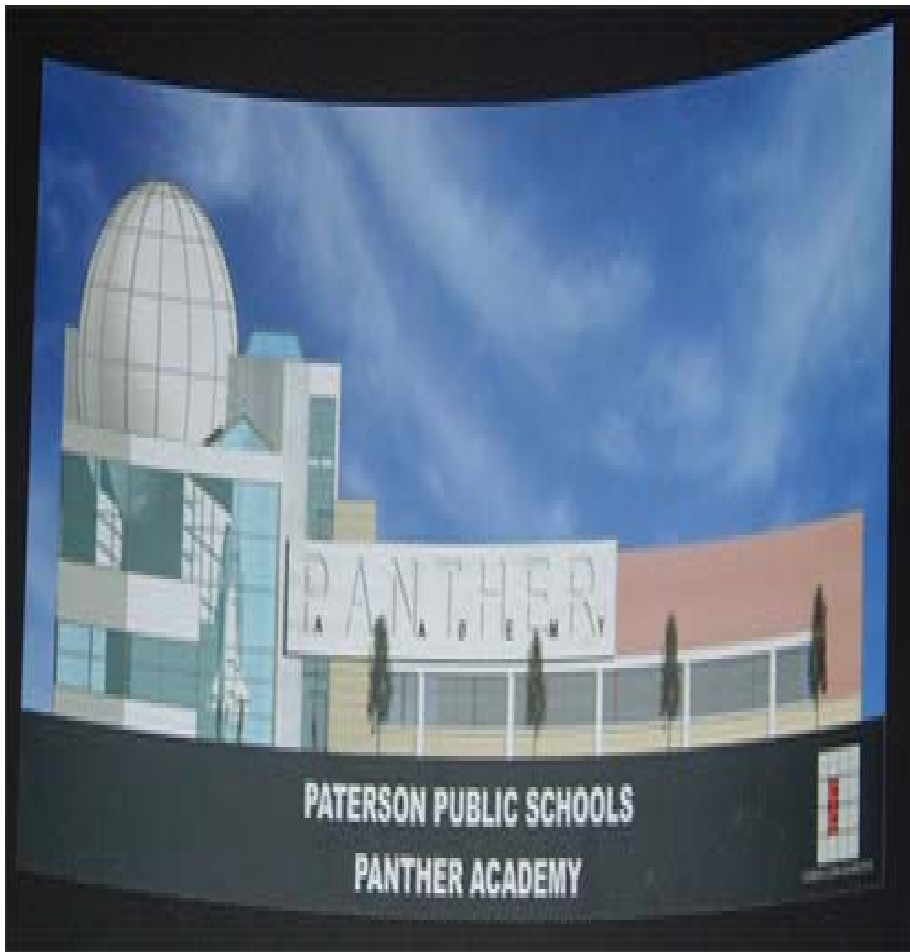
September 2004



P.A.N.T.H.E.R. Academy

Paterson

September 2004



Garfield Early Childhood Center

September 2004



Ignacio Cruz Early Childhood Center

Perth Amboy

September 2004



Building Opportunities

- Developed Aggressive SBE / Carve-Out Program
- Created Owner Controlled Insurance Program
- Initiated Statewide Marketing & Outreach Campaign
- Implemented M/WBE Contractor Training Program
- Created Bonding & Working Capital Program
- Created Customer Service Center
- Responding to Constituents
- Mentor-Protégé Program

Building Opportunities for SBEs

SBE Participation July 2003-June 2004

| Award Value | Small Business | Percent |
|----------------|----------------|------------|
| \$1.07B | \$350M | 33% |

Bonding and Working Capital Assistance Program

- **Nearly 80 contractors enrolled to date**
 - **31 minority owned, 18 women owned, 29 small businesses**
- **Confirmed bonding to 27 contractors to date (\$15.8 M)**
- **43 additional contractors are actively seeking assistance with the program**



Small Business Carve-Out Program



**120 CONTRACTS
VALUED AT \$241 MILLION
IN 2004**

Workforce Training Programs

Construction Trades Training Programs Statewide

Total Graduates- 490

Total Union placements – 170

Total Non-union placements - 77

Newark/ Essex County Construction Careers Program

Graduates- 180

Union placements – 82

Non-union placements - 15

Newark Journeyperson Program:

Potential journeypersons - 28

SCC EXPENDITURES

21st Century Schools Design

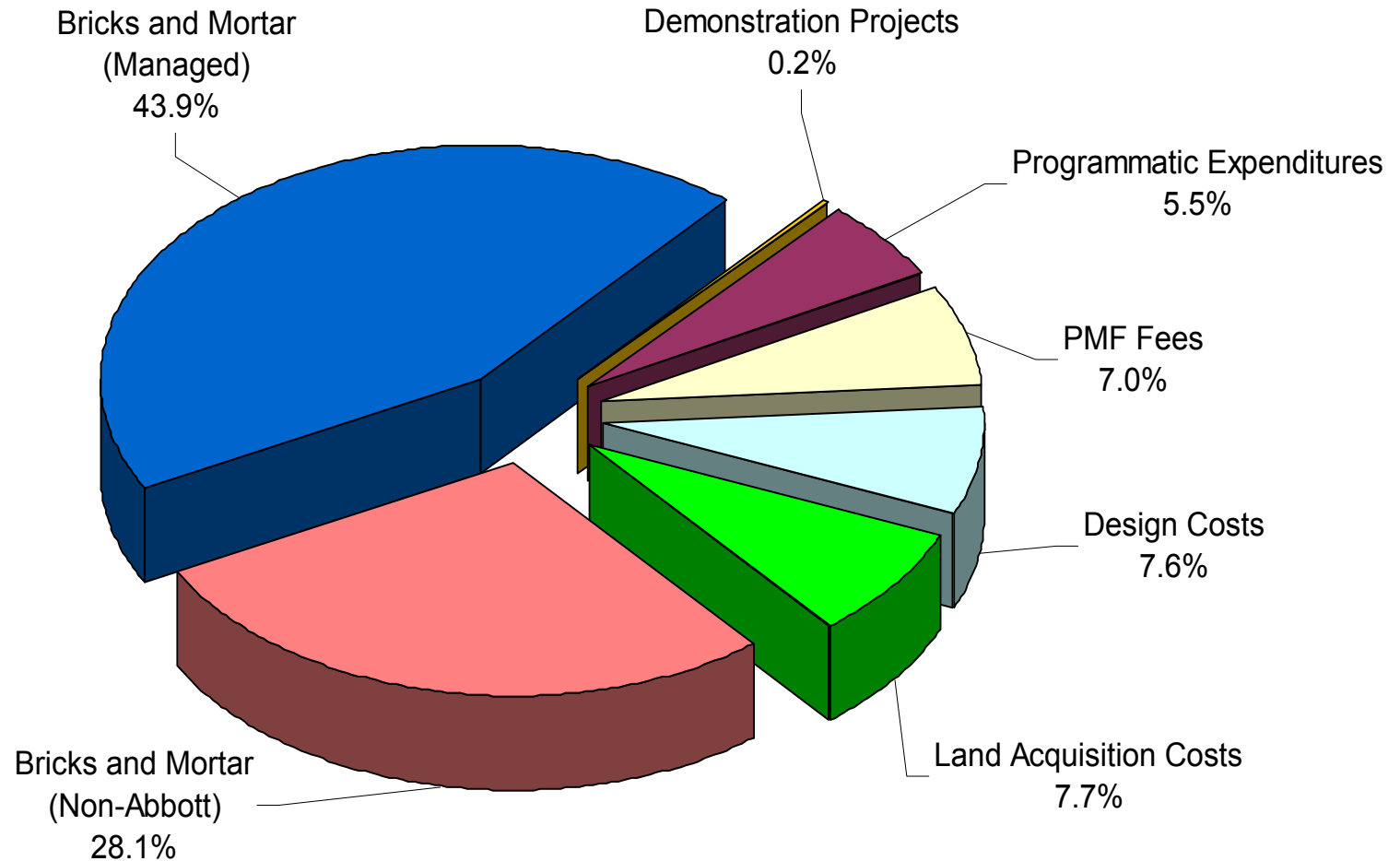
Value Engineering of Projects

Alternative Funding

Land Acquisition Task Force

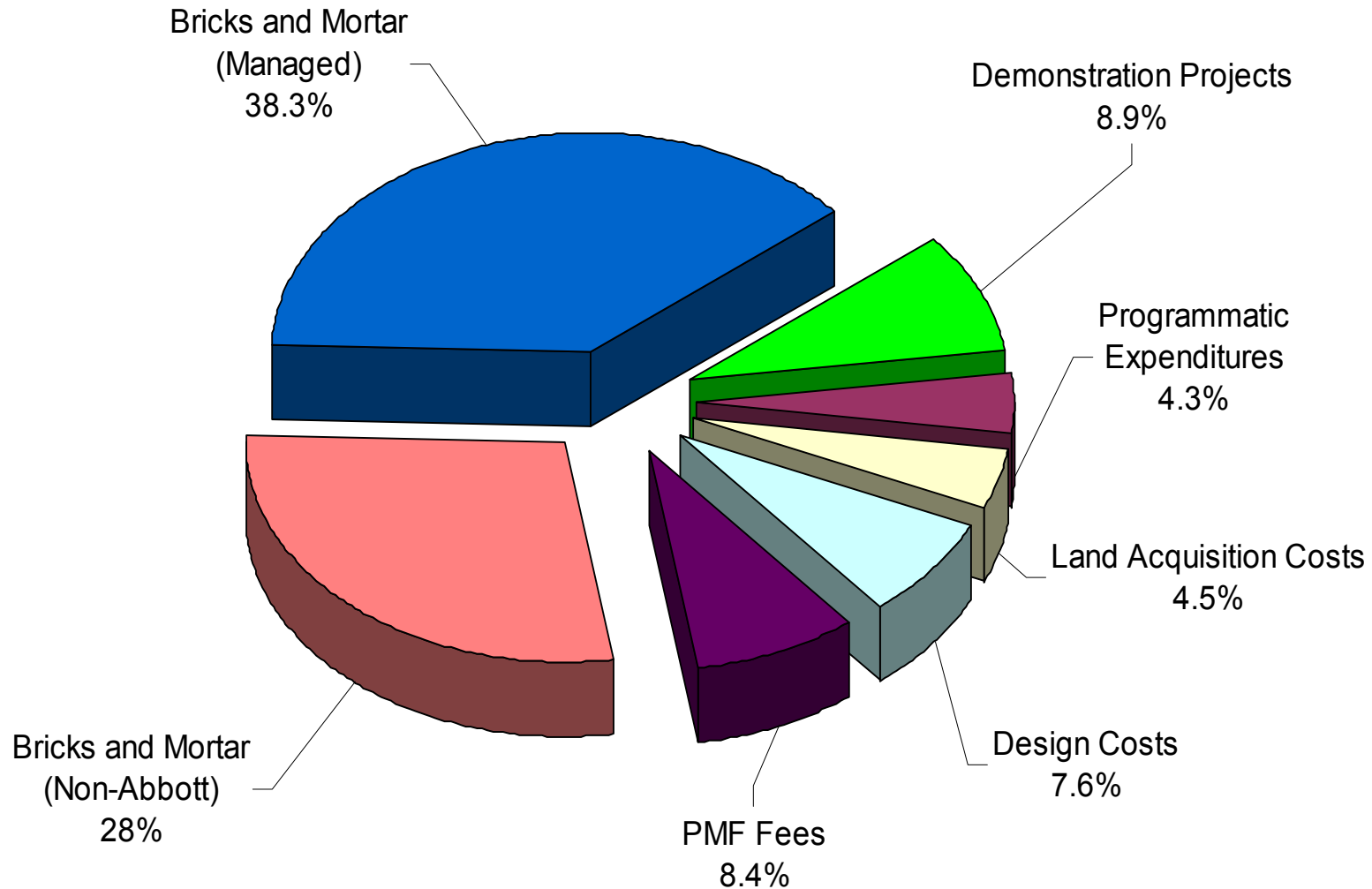
Owner Controlled Insurance

Total Project Expenditures \$2,700,000,000



■ Demonstration Projects ■ Programmatic Expenditures ■ PMF Fees ■ Total Design Fees ■ Land Acquisition Costs ■ Grants (Non-Abbott) ■ Construction Costs

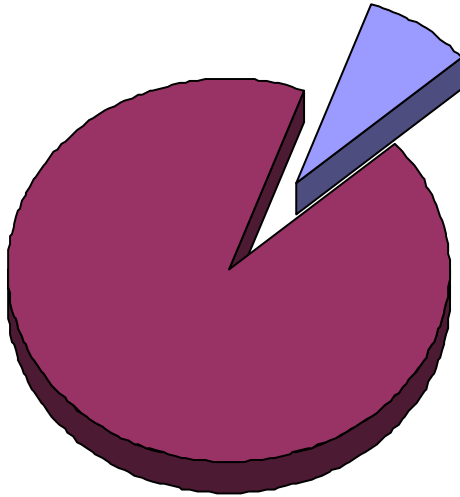
Total Project Obligations \$5,700,000,000



■ Demonstration Projects ■ Programmatic Expenditures ■ Land Acquisition Fees ■ Total Design Fees ■ PMF Fees ■ Grants (Non-Abbott) ■ Total Construction Fees

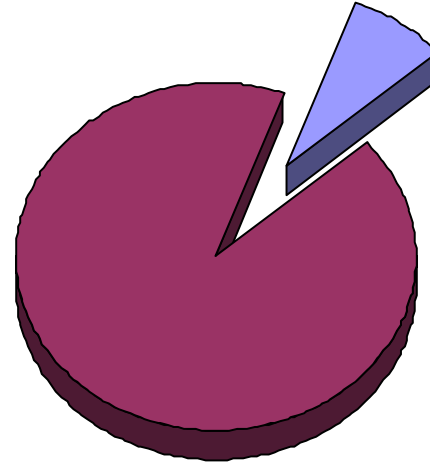
2002 Year End

8.6%



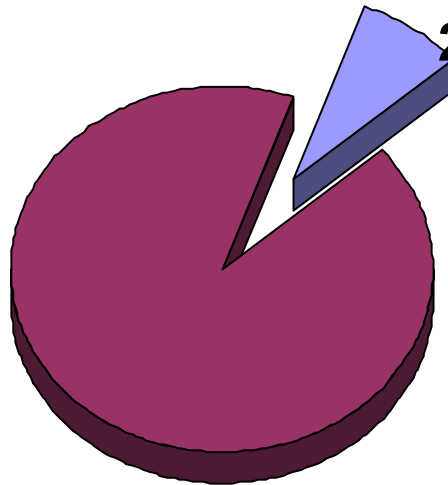
2003 Year End

8.7%



2004 Projected Year End

8.9%



■ Total Administrative Costs
■ Project Expenditures

NJSCC

**\$209 Per Sq. Ft.
(North Jersey Abbotts)**

Comparable Programs

**\$350 Per Sq. Ft.
(New York City, NY)**

**\$241 Per Sq. Ft.
(Los Angeles, CA)**



**Cost Per
Square Foot**



**Inflation- Raw
Materials & Land**

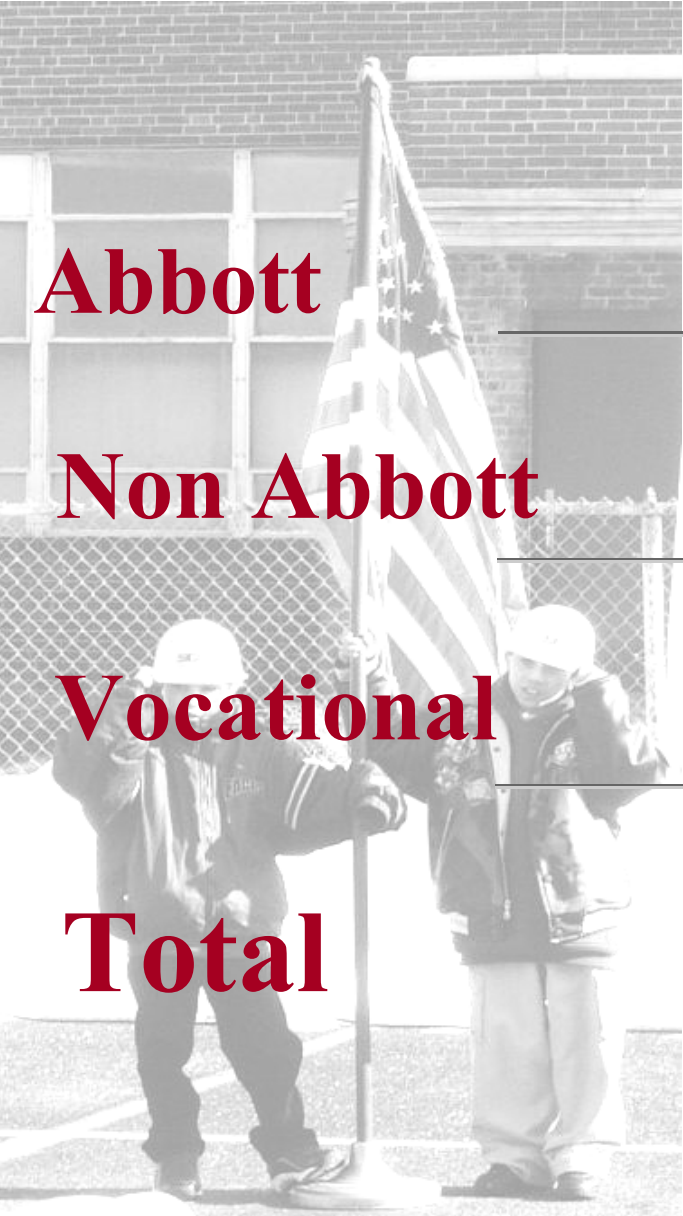


**LAND
ACQUISITION &
RELOCATION**



**PRE-K &
TCU's**

SCC Program Status

|  Abbott | Allocated | Committed |
|--|------------------|------------------|
| | \$6.0 B | \$3.5 B |
| | \$2.5 B | \$1.9 B |
| | \$0.1 B | \$0.1 B |
| Total | \$8.6 B | \$5.7 B |